

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 970 - HB 1076

March 25, 2017

SUMMARY OF BILL: Authorizes emergency communications officials and employees to purchase insurance to protect against breach of duty, in lieu of a surety bond.

ESTIMATED FISCAL IMPACT:

Decrease Local Expenditures - \$66,000/Permissive

Assumptions:

- Based on information provided by the Tennessee Emergency Communications Board, the estimated cost of surety bond coverage is \$175 per person and the estimated cost of insurance coverage is \$65 per person.
- A difference of \$110 per person (\$175 bond - \$65 insurance).
- Approximately 600 officials and employees will be covered by insurance in lieu of a surety bond as a result of this legislation.
- The permissive recurring decrease in local expenditures is estimated to be \$66,000 (\$110 savings x 600 officials and employees).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee" followed by the letters "RNC" in a smaller, less distinct script.

Krista M. Lee, Executive Director

/amj